

Changes In Tax Plans Outlined

Republicans Announce Definite Program for Amendment of Bill Now Pending in Senate.

May Avoid Open Fight

By ARTHUR SEARS HENNING

CHICAGO TRIBUNE—Omaha Box Leased Wire. Washington, Oct. 4.—A definite program for the amendment of the pending tax bill took shape at conferences today.

Leaders in the movement are Senators McCormick of Illinois, Leonard of Wisconsin and Capper of Kansas, all republicans.

Twenty republican senators, including a considerable number of those identified with the so-called agricultural "bloc," are said to be in sympathy with the program.

When the program takes definite shape it will be submitted to republican members of the senate committee who, it is expected, may take advantage of the opportunity for a compromise which will insure the repeal of the excess profits tax and the passage of the pending bill without an open fight within republican ranks.

Outline of Program. As the program now stands it contemplates the following changes in the pending bill:

1. A graduated corporation income tax instead of a flat tax as a substitute for the excess profits tax.

2. Further reduction in the lower surtax rates on individual incomes, but an increase from the 32 per cent maximum in the bill to 50 per cent, which represents a compromise between the proposed maximum and the rate of 65 per cent in the present law.

3. Retention of the corporation capital stock law, which is repealed in the senate committee bill.

4. An increase in the higher rates of estate taxes.

5. Repeal of the taxes on freight, passenger and express transportation.

Oppose Smoot Plan. Members of this group are opposed to the 3 per cent production or manufacturers' sales tax amendment advocated by Senator Smoot of Utah and favored by a number of republican senators.

Hope for a graduated corporation income tax would be brought in, ranging from 10 to 20 per cent instead of the proposed flat rate of 15 per cent.

May Lower Rates. The proposed maximum surtax rate of 50 per cent would apply on income above \$200,000. Surtax rates on income between \$100,000 and \$200,000 would average from 2 to 3 per cent.

Eight Diplomats Receive Posts

Roster Practically Completed As Latin-American Envoys Named.

Washington, Oct. 4.—Announcement of the selection of eight American ministers of Latin-American and old world countries was made today at the White House, virtually completing the diplomatic roster of the new administration.

To Panama, Dr. John Glover South of Kentucky; to Nicaragua, John E. Raman of Colorado; to Venezuela, Willis C. Cook of South Dakota; to Guatemala, Roy Davis of Missouri.

To Czechoslovakia, Lewis Einstein of New York; to Bulgaria, Charles S. Wilson of Maine; to Finland, Charles L. Kagey of Kansas, and to Siam, Edward E. Brodie of Oregon.

Nations Resume Fight in League on Blockade Rule

Geneva, Oct. 4.—(By the Associated Press.)—Eight small states, members of the league of nations, resumed in this morning's session of the assembly, of the league, their fight against the too rigid application of blockade regulations, which are prescribed as one of the weapons to be used by the league against a state which has violated the covenant of the organization.

Will Plan Measures To Relieve Workless



ARTHUR WOODS

Col. Woods Heads Central Agency For Unemployed

Steps Taken to Co-Ordinate Emergency Relief for Idle Men Throughout Country.

Washington, Oct. 4.—Col. Arthur Woods, former police commissioner of New York, will head the central agency to be established here by the national conference on unemployment to co-ordinate emergency relief of the workless wage earners throughout the country.

The conference desires, Secretary Hoover said in making the announcement, to see the whole country organized on a community basis to effect the quick distribution of jobs to the involuntary idle through efficient operation of the emergency program adopted last week.

Informal machinery, voluntary in its nature, is being set up in the form of one of the conference committees which, under the direction of Colonel Woods, can receive reports from various communities with progress being made and transmitted to the different localities, successful employment methods tried out in others.

Seek Out "Slackerism." Hope was expressed in high administration circles that President Harding's suggestion for a review by community authorities of the unemployed situation and steps taken to alleviate it in local areas would produce a picture from which it would be possible to determine where there is evidence of "slackerism" in any community.

The plan is to have local authorities report to the central agency on steps being planned here to deal with unemployment and where any community has failed to prefer aid to its own unemployed, such undesirable notoriety through publication of the facts that emergency measures in that community would promptly follow.

Reports Coming In. Reports of local organization are coming in to the conference steadily. Mr. Hoover said, adding that telegrams had been received from the mayors of Memphis, Chattanooga and Nashville, and Youngstown, O., stating that they were organizing to meet their unemployment situations along the lines suggested by the conference.

The report of the committee on municipal organization for unemployment said:

"The methods of accomplishing results must vary with each locality and no methods capable of universal adoption can, with safety, be recommended. Therefore, specific recommendations to communities are confined to the very urgent one that, following the leadership of their mayors with united local committees, they accept this primary obligation to the full."

License Plate Found. A Nebraska license plate and an Omaha wheel tax plate were found in the machine, as also was a card bearing the name of a Chicago firm, dealers in wines and liquors. Bates was carrying a .38 caliber revolver.

According to Council Bluffs police, they believe the driver is Casey Gault of Omaha. Omaha police are searching for the man.

Rail Yardman Killed As Ice Falls on Head

McCook, Neb., Oct. 4.—(Special Telegram.)—Henry Brumgardt, a Burlington employe in the local yards, was killed when putting a brass journal in a freight car wheel. A train was being led and a large piece of ice slipped from a workman's tongs, falling 15 feet from the icehouse platform upon the man's head. He died in the Dominican Sisters hospital a few hours later. He leaves a wife and nine children.

W. J. Simmons Summoned to Capital for Klan Hearing

Atlanta, Ga., Oct. 4.—W. J. Simmons, imperial wizard of the Knights of the Ku Klux Klan, today was requested by Chairman Campbell of the house rules committee to come to Washington on October 11 for the hearing on the Klan, it was said today by Mrs. Elizabeth Tyler, head of the order's propagation department. Col. Simmons was reported ill at his home, but Mrs. Tyler said he would appear before the committee "even if he has to be taken on a stretcher," and that probably other officers of the Klan would accompany him.

Saxton Is Acquitted Of Murder

Man Charged With Killing Druggist Fogg Found Not Guilty by Jury Under Court's Ruling.

State Fails to Make Case

James Saxton, 23, charged with the murder of Frank W. Fogg, veteran pharmacist, was found "not guilty" of the crime by a jury late yesterday, after District Judge Troup ruled that the state had made no case against Saxton.

Young Saxton rose from his chair, smiling happily, as the finding was made, and clasped his mother, Mrs. Mattie Saxton, in his arms.

"We'll go back home to Lebanon, mother," he exclaimed.

Mother Weeps for Joy. There were tears in the eyes of the little mother as she patted her son's shoulder.

"Happy as the word, I—I'm—"

But Mrs. Saxton could find no word to express the great joy which showed on her countenance.

Young Saxton walked over to Mrs. Mary Fogg, widow of the murdered man, his hand outstretched.

"If I knew you killed Mr. Fogg I'd tell you," he said.

Mrs. Fogg took his outstretched hand and attempted to smile.

"I didn't think you were guilty," she said. "I'm glad."

Takes Case From Jury. Judge Troup took the case from the jury at the close of the state's evidence.

"Frank Fogg, an old-time resident of Omaha, has been murdered," he said. "I hope and every citizen hopes that the murderer will be found and convicted."

"In this case I believe the state has wholly failed to submit evidence on which Saxton could be convicted. This court could not possibly submit the case to a jury.

The state has labored under many difficulties in trying to ascertain facts concerning the murder. It has done its best. Probably the arrest of the defendant was justified by suspicions. In proving his guilt, however, it has failed."

Fail to Name Slayer. The promise of attorneys for Saxton to name the "real slayer" of Fogg failed to materialize during the trial.

Edward Hoffman, 600 South Twenty-eighth street, placed on the stand by the state, testified he had heard Saxton and his friend, W. O. Ryan, arguing in a room near his between 12 and 1:30 the night of the murder. During his testimony he denied having ever met or had dealings with Mr. Fogg.

"Isn't it a fact that you went into Fogg's drug store about five minutes before the shooting?" questioned Richard Organ, one of Saxton's counsel.

"No," replied Hoffman, "I don't believe I ever was in the store."

Denies Report of Quarrel. "Didn't your wife have a quarrel with Fogg over a check that afternoon?"

"No."

"What kind of clothes were you wearing?"

Ex-Vice President Calls on Harding to Pay Him His Respects

Washington, Oct. 4.—Former Vice President Thomas R. Marshall called at the White House today to pay his respects to the new administration as a private citizen out of a job and not looking for one.

Mr. Marshall, who is passing through Washington on a lecture tour, declared his present occupation was "exchanging old staves" and that he was, it thoroughly.

Motorcycle Cop Captures Booze Machine Alone

Stops Car Bearing 100 Gallons of Alcohol—Driver Escapes With Bullet in Leg—Policeman Injured.

Single-handed, Motorcycle Officer W. A. Bostedt of the Council Bluffs police department, captured a big automobile loaded with 100 gallons of alcohol and one of the two men in it yesterday afternoon.

The driver escaped with a bullet in his leg and Bostedt sustained a broken ankle when his motorcycle collided with the booze car. The captured man gave the name of Bill Bates, Omaha.

Bostedt first sighted the automobile at Twenty-fourth street and Broadway. He had exchanged machines with Chuck McKeeby, the county motorcycle officer, and was riding a motorcycle with a sidecar. He gave chase to the car, overtook it near Twenty-seventh street and called to the driver to halt.

The booze car turned north to Avenue A, doubled back to Twenty-eighth street, sped south to First avenue and then east again, turning and doubling frequently to throw the policeman off the trail. Bostedt lost track of his quarry after a chase of many blocks.

Shoots Tire. Meeting McKeeby, he exchanged machines again, and, mounted on his own motorcycle, went through the storm door, turned south to the street west along Broadway, again sighting the booze car near Twenty-fourth street. When the driver refused to stop he shot one of the rear tires, which exploded with a bang.

Bostedt's next shot went through the top of the car and crashed through the windshield a few inches from the driver's head. It passed in its course between the heads of the driver and his companion. As Bostedt was maneuvering toward the rear of the car, the driver suddenly turned north on Twenty-ninth street.

The motorcycle officer was forced to swing to the right suddenly to avoid crashing into the rear of the booze machine. His motorcycle skidded in the sand on Twenty-ninth street and landed under the front wheel. Bostedt jumped from his machine to the front fender of the automobile as the crash came and landed upright, his revolver covering the men in the car.

Captures Man. The driver brought the car to a complete halt and his companion climbed out. They had no sooner touched the ground than they began to run, the driver north toward Avenue A and his companion south toward First avenue. Bostedt pursued and brought to a halt the latter man, then turned and shot at the fleeing driver, hitting him in the leg.

The fact that the motorcycle officer was suffering from a broken ankle, sustained in the collision, prevented him from chasing the driver. He kept one police officer sent to the quarters for assistance.

When the car was brought in, it was found that there were 18 five-gallon cans of alcohol in the rear end, with four one-gallon cans of the same stuff. Pumps for use in taking the alcohol from the cans, and cologne, were also found. The car, which is a high-powered, eight-cylinder machine of well-known make, has only been driven 720 miles, according to the speedometer. It carries an Illinois license number.

Bandits Wound Woman, Escape With \$5,000

Spokane, Oct. 4.—Two masked men entered the Spangle State bank, 18 miles south of here, shot Miss Ruth Jennings, the assistant cashier, and escaped with about \$5,000. A posse of deputy sheriffs left here in an effort to overtake the robbers.

According to Miss Jennings, she attempted to prevent the robbery and was knocked to the floor and a cloth saturated with a drug was placed over her face. When she revived after the robbers had left, she gave the warning and it was not until this time that the robbery became known.

Miss Jennings' wound is not believed to be serious. The robbers obtained about \$5,000, deputy sheriffs said.

Miners Meet Harding; Ask Protection of Men in Jail

Washington, Oct. 4.—Members of a committee appointed by the United Mine Workers of America at the convention being held in Indianapolis, arrived in Washington today to ask President Harding to give protection to 138 miners who are being held as state prisoners in West Virginia jails and whose lives, the union representatives assert, are in jeopardy.

The committee, accompanied by John Moore of Ohio, who holds the post of John L. Lewis, president of the United Mine Workers, a national employment conference, consists of J. W. Higgins of West Virginia, F. C. Hughes of Illinois and E. J. Giles of Iowa.

Employers Approve Landis Decision Lowering Wages

Chicago, Oct. 4.—Representatives of the leading building organizations of the city today adopted resolutions approving the recent decision of Judge Landis lowering wages in building trades by approximately 20 per cent, and announced they were notifying the employes that they must adhere to the Landis award or "Chicago would become the greatest open shop city in the world, so far as the building trades were concerned."

Uncle Sam is Joining the Bobbed Hair Class



Harding to Lead Funeral Cortège Of Unknown Hero

President and Cabinet to Head Procession on Armistice Day—Business to Pause Two Minutes.

Washington, Oct. 4.—Plans for the solemn ceremonies of Armistice day, when the nation will pay highest honors to its unknown dead of the great war, reached a climax when President Harding said his cabinet decided to trudge afoot up Pennsylvania avenue at the head of the funeral cortège. By presidential proclamation the business and pleasure of the nation will stand at rest two minutes on that day, in tribute to the dead, as the body from a lonely, nameless grave in some great struggle of the war is carried to its last rest in the peaceful Virginia hills that look down across the Potomac on the nation's capital.

Not since President Wilson led a procession of the great war dead to the city of New York and Pennsylvania National guard to the head of the funeral cortège. By presidential proclamation the business and pleasure of the nation will stand at rest two minutes on that day, in tribute to the dead, as the body from a lonely, nameless grave in some great struggle of the war is carried to its last rest in the peaceful Virginia hills that look down across the Potomac on the nation's capital.

Escort of Highest Rank. The War department announced the makeup of the military escort which will precede the gun carriage on which the casket is carried. In addition to the regulars, sailors and marines, a provisional battalion of New York and Pennsylvania National guard will share in the honors to the dead comrade. Under army regulations, the escort will be that provided for the highest military rank of the service, a general.

The War department also made public the list of non-commissioned and warrant officers who will bear the casket to and from the caisson on which the last stage of the long journey from a French battlefield to Arlington will be made. They include:

Sergt. Harry Taylor, headquarters troop, First cavalry, Douglas Ariz., serving his sixth enlistment with the cavalry and cited for gallantry in the Meuse-Argonne action.

Sergt. Thomas D. Saunders, Company A, Second engineers, Camp (Turn to Page Two, Column Four.)

Mexico Furnishes Land To Former Military Men

Washington, Oct. 4.—Establishment of agriculture colonies of former military men by the Mexican government has started, according to reports to the Department of Commerce announcing that President Obregon has signed a decree authorizing expenditure of approximately \$1,000,000 for the acquisition of land for the purpose in various parts of the republic.

Under the plan, the farmer will be provided by the government with agricultural implements and other equipment and will continue to draw half of his army pay for a period of three years.

Special Trains Will Carry Legion Men to Kansas City

Lincoln, Oct. 4.—(Special.)—Two special trains from Nebraska will carry 400 or more Nebraska American Legion men to Kansas City for the national convention of that organization the last week in October. This big delegation will be a powerful aid to the candidacy of Earl M. Cline of Nebraska City for national commander. It is planned to take Kansas City by storm.

Four More Arrested In Fraud Probe

Brietson, May, Karls and Munroe Freed on Bonds—More Than Half of Men Indicted Out of State.

Inquiry to Be Continued

Attorney General Davis announced yesterday that, in all probability, a second grand jury will be asked in Douglas county to pursue the "blue sky" investigations started by the first.

He said also that more than half the men indicted by the first grand jury are out of the state and cannot be arrested at this time.

Four Arrested Tuesday. Four arrests, only, resulted yesterday from many trips made by deputy sheriffs with warrants for men indicted under the "blue sky" laws. These were the four:

O. A. Brietson, president of the Brietson Manufacturing company, automobile tire makers, charged with embezzlement. He was released under \$10,000 bond, signed by Charles Lundblad as a corporate surety.

Frank A. May, 4819 Farnam street, charged with conspiracy to commit a felony and aiding and abetting a felony. May, who is district commercial superintendent of the Northwestern Bell Telephone company, is charged with transactions involving \$97,000 in the Omaha Potash & Refining company. His bond for \$5,000 was signed by Robert P. Morris, vice president of the United States National bank.

Roy E. Karls, secretary-treasurer of the American Bank Building company, charged with conspiracy to embezzle and with aiding and abetting a felony, was released under \$10,000 bond signed by Mr. and Mrs. Robert Levy.

Harry A. Munroe, former stock salesman for the Great Western Commercial Body company, charged with conspiracy to commit a felony, was released under \$1,000 bond.

Attorney General Davis declared that a vast additional amount of evidence is pouring into his office and that more indictments than those returned by the first grand jury are a certainty.

Preparing for Prosecution. The fact that the first grand jury did not find indictments against some particular company or group of promoters, is no vindication of them," he declared. "We shall file further information and, if that procedure isn't rapid enough, we shall ask for a second grand jury."

Prosecution of the indicted persons has been placed in the hands of the attorney general in the hands of his assistant, Judge W. C. Dorsey, who will have other assistants and make the headquarters of the state "blue sky" prosecution in the present branch office of the attorney general in the Omaha National bank building. The county attorney's office is loaded down with the ordinary criminal work and will confine its efforts to that department.

Judge Dorsey said that many of the cases are so involved that a month's trial will be required just to prepare for trying one of them.

Arrests of some prominent men are predicted for today.

"Blue Sky" Probe Urged at Lincoln

Plenty of Material for Grand Jury to Work Upon, Says Touvelle.

Lincoln, Oct. 4.—(Special.)—Calling of a special grand jury in Lancaster county to investigate blue sky transactions and fraudulent stock promotions in Lincoln similar to those which have been made the basis of numerous indictments by the Douglas county grand jury, is being urged here.

Guy Touvelle of the state bureau of securities says he believes there is plenty of material for a Lancaster county grand jury to work upon, so far as he knew there would be no inquiry here.

Receiver W. E. Barkley of the Nebraska Hotel company and the Nebraska Building & Investment company has suggested to several local officials the advisability of a grand jury, but so far has received very little encouragement, he says.

County Attorney Matson said that as far as he knew there would be no inquiry here.

Boy Accused of Murdering Woman Is Placed on Trial

Laporte, Ind., Oct. 4.—Edward R. Clark, 18-year-old Chicago boy, charged with first degree murder, is on trial this week in the Berrien county court at St. Joseph, Mich. The defense will be a plea of insanity.

Clark is charged with the murder of Miss Viola Dunbar, 53, whom he attacked in her home near the little town of Sodus. The body of Miss Dunbar was found lying on the floor of her kitchen by neighbors. There were evidences of a struggle.

Middlemen Will Continue Fight On Market Plan

Grain Dealers Strongly Oppose Co-Operative Selling Scheme As Started by Farmer Organizations.

Chicago, Oct. 4.—Middlemen in the grain trade, meeting here in the Grain Dealers National association, voted to continue their fight against the farmers' co-operative grain marketing movement. They endorsed the campaign conducted by their special executive committee headed by R. I. Mansfield of Chicago and ordered it to continue its work for the next year.

This committee was called into being last June following organization of the United States Grain Growers, Inc., a national co-operative corporation of farmers. In this interval, Mr. Mansfield reported, the committee had sent out letters to 206,000 influential farmers, had distributed 1,400,000 pieces of literature in 18 states, had articles printed in nearly 700 magazines, farm journals and newspapers, and had organized a speakers' bureau.

Reports that the grain trade had raised a fund of \$250,000 for its counter campaign he declared untrue, and he presented a financial report showing total receipts of \$40,386.59. Of this, \$31,100 was received from grain exchanges, \$500 from the Grain Dealers National association, \$6,075 as special contributions from Chicago Board of Trade members, \$2,096 in outside contributions and interest, \$15.59.

Vigorous warning was given the grain men by Mr. Mansfield that the work they had started they must carry on for their own preservation. He urged a "concerted and sustained campaign of education for the producer and the consumer."

"Failure to follow up this work will beguile," he declared. "I will resist in a flood of adverse legislation in ever new and more visionary marketing schemes and finally, without doubt, in the concentration of the great bulk of the grain business in the United States in the hands of a few powerful interests."

Accident Blamed for ZR-2 Blast by Jurors

Hull, England, Oct. 4.—(By the Associated Press.)—The catastrophe to the giant airship ZR-2 over the Humber river on August 24, in which more than 40 persons, including 16 Americans, lost their lives, was due to accident, according to the verdict reached by the coroner's jury at the resumed inquest here today. There is no evidence as to the actual cause of the disaster, the verdict says.

This verdict was rendered in the case of Lieut. Commander Charles G. Little of the American navy, which was the first to be considered by the coroner's jury.

The Weather

Hourly Temperatures.

5 a. m. 41 1 p. m. 62
7 a. m. 42 3 p. m. 66
9 a. m. 44 5 p. m. 67
11 a. m. 46 7 p. m. 67
1 p. m. 48 9 p. m. 64
3 p. m. 50 11 p. m. 57
5 p. m. 52 1 p. m. 57

Highest Tuesday.

Chicago 78 Rapid City 54
Minneapolis 58 Lake 54
Denver 58 Burlington 54
Dodge City 58 Sheridan 54
Lincoln 58 St. Joseph 54
North Platte 58 Valentine 54
Pueblo 58

Parliament Dissolved For General Election

Ottawa, Ont., Oct. 4.—The Canadian parliament was dissolved by Governor General Byng, in order that a general election might soon be held. Although the date for this election has not been officially set, indications point to December 5, with nominations November 21.